WRITEEN ANSWERS TO STARRED QUESTIONS

Outstanding arrears of scheduled commercial banks towards industrial houses

†*361. SHRI MOTILAL VORA:
SHRI C. RAMACHANDRAIAH:

Will the Minister of FINANCE be pleased to refer to the reply to Unstarred Question 56 given in the Rajya Sabha on 1st March 2005 and to state:

(a) the details of the big and medium industrial houses which owe Rs. 247210 crores to scheduled commercial banks;

(b) the details of the arrears industry-wise and since when these arrears are outstanding;

(c) what effective steps have been taken and when they were taken to realize these arrears; and

(d) the details of weak and sick, large and medium industries against whom outstanding amount of scheduled commercial banks is Rs. 29109.89 crore?

THE MINISTER OF FINANCE (SHRI P. CHIDAMBARAM): (a) As on 19th March, 2004 a total amount of Rs. 2,47,210 crores of Scheduled Commercial Banks is outstanding against Big and Medium Industry. Top ten defaulting companies owe about Rs. 3900 crores to various banks. The names of these industries that have appeared in the list of suit filed accounts of Rs. 1 crore and above as on 31st March, 2004 as published by CIBIL is as under:-

Sl. No.	Name of Borrower	Amount outstanding (in crores)
1.	Malvika Steel Limited	1037.59
2.	Mardia Chemicals Ltd.	561.05
3.	Daewoo Motors India Limited	373.63
4.	Lloyds Steel Industries Limited	307.42
5.	Mardia Steels Limited	284.58
6.	Indian Charge Chrome Limited	284.20
7.	Shrishma Fine Chemical & Pharmaceuticals (K) Limited	275.43
8.	Altos India Limited	263.93
9.	JCT Electronics Limited	261.95
10.	Lloyd Steel Industries Limited	259.18
	TOTAL:	3908.96

†Original notice of the question was received in Hindi.

(b) and (d) The outstanding amount as on 21st March 2003 to big and medium industry was Rs. 2,35,168 crores out of which the outstanding amount to non SSI sick/weak units for the same period was Rs. 29,109,89 crores. The industry-wise details are given in the Statement. (*See* below)

Banks make concerted efforts to recover overdues. In this regard Government of India and Reserve Bank of India have also stipulated certain steps for recovery of loans including arrears which *inter-alia* include evolving and implementing a recovery policy by banks, filing of suits in civil courts/DRTs, compromise settlement and monitoring and follow up of NPAs at various levels. A Credit Information Bureau has been set up to disseminate information on borrowers among the banks. Corporate Debt Restructuring (CDR) scheme has been put in place to provide a transparent mechanism for restructuring of corporate debts of viable entities facing problems due to internal and external factors. Asset Reconstruction Company (India Ltd.) has been incorporated for the purpose of addressing Non-performing Assets. The recent amendment of the Securitization and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 has further strengthened the recovery process of the Banks.

Statement

Outstanding Credit To Non-ssi Sick/Weak Units In Different Industries As On March, 2003

Sl. No.	Name of Industry	Amount (in crores)
1.	Engineering	1902.44
2.	Electricals	1106.44
3.	Textiles	4883.52
4.	Jute	123.58
5.	Paper	683.17
6.	Rubber	189.40
7.	Cement	958.30
8.	Iron & Steel	4808.82

Sl. No.	Name of Industry	Amount (in crores)
9.	Sugar	254.51
10.	Chemicals	3061.39
11.	Metals & Metal Products	1247.14
12.	Vegetable Oil	468.33
13.	Tobacco	29.53
14.	Leather	192.50
15.	Gems & Jewellery	66.07
16.	Food & Food Products	909.90
17.	Vehicles, etc.	1346.11
18.	Miscellaneous	878.74
	TOTAL :	29,109.89

Merger of private and co-operative sector banks

†*362. SHRI KALRAJ MISHRA: Will the Minister of FINANCE be pleased to state:

(a) whether Government have decided to merge the banks in the private sector and co-operative sector with the public sector banks; and

(b) if so, the number of employees likely to be absorbed in other banks and the number of the branches in remote and rural areas likely to be shut down as a result thereof?

THE MINISTER OF FINANCE (SHRI P. CHIDAMBARAM): (a) and (b) No, Sir. No such decision has been taken by the Government and, hence, part (b) of the question does not arise. Government and Reserve Bank of India will, however, consider specific proposals for consolidation from banks as emanating from the management of the banks themselves.

Airports on international map

*363. SHRI R. SHUNMUGASUNDARAM: Will the Minister of CIVIL AVIATION be pleased to state:

(a) the number of airports proposed to be added to the international map by linking air services directly to the places abroad in the near future; and

†Original notice of the question was received in Hindi.